UNITED STATES OF AMERICA

DEPARTMENT OF ENERGY

OFFICE OF FOSSIL ENERGY

WILLIAMS ENERGY SERVICES COMPANY) FE DOCKET NO. 95-63-NG

ORDER GRANTING BLANKET AUTHORIZATION TO IMPORT NATURAL GAS FROM CANADA

DOE/FE ORDER NO. 1091

OCTOBER 2, 1995

I. DESCRIPTION OF REQUEST

On August 29, 1995, as supplemented September 8, 1995,
Williams Energy Services Company (WESCo) filed an application
with the Office of Fossil Energy of the Department of Energy
(DOE), under section 3 of the Natural Gas Act (NGA)1/ and DOE

Delegation Order Nos. 0204-111 and 0204-127, for blanket
authorization to import up to 200 Bcf of natural gas from Canada
over a two-year term beginning on the date of first delivery.

WESCo, a Delaware corporation with its principal place of
business in Tulsa, Oklahoma, is a subsidiary of Williams Holdings
of Delaware, which in turn is a subsidiary of The Williams
Companies, Inc. WESCo will import the gas under short-term and
spot market transactions for its own account and as an agent for
others. The requested authorization does not involve the

II. FINDING

construction of new pipeline facilities.

The application filed by WESCo has been evaluated to determine if the proposed import arrangement meets the public interest requirement of section 3 of the NGA, as amended by section 201 of the Energy Policy Act of 1992 (Pub. L. 102-486). Under section 3(c), the importation of natural gas from a nation with which there is in effect a free trade agreement requiring national treatment for trade in natural gas is deemed to be consistent with the public interest and must be granted without modification or delay. The authorization sought by WESCo to

import natural gas from Canada, a nation with which a free trade agreement is in effect, meets the section 3(c) criterion and, therefore, is consistent with the public interest. This blanket order authorizes transactions under contracts with terms of no longer than two years.

ORDER

Pursuant to section 3 of the Natural Gas Act, it is ordered that:

- A. Williams Energy Services Company (WESCo) is authorized to import from Canada, at any point on the international border, up to 200 Bcf of natural gas over a two-year term beginning on the date of first delivery.
- B. Within two weeks after deliveries begin, WESCo shall provide written notification to the Office of Fuels Programs (OFP), Fossil Energy, Room 3F-056, FE-50, Forrestal Building, 1000 Independence Avenue, S.W., Washington, D.C. 20585, of the date that the first import delivery of natural gas authorized in Ordering Paragraph A above occurred.
- C. With respect to the natural gas imports authorized by this Order, WESCo shall file with OFP, within 30 days following each calendar quarter, quarterly reports indicating whether imports of natural gas have been made. Quarterly reports must be filed whether or not imports of natural gas have been made. If no imports have been made, a report of "no activity" for that calendar quarter must be filed. If imports occur, WESCo must report total monthly volumes in Mcf and the average purchase

price of gas per MMBtu at the international border. The reports shall also provide the details of each import transaction, including: (1) the name of the seller(s); (2) the name of the purchaser(s); (3) the estimated or actual duration of the agreement(s); (4) the name of the U.S. transporter(s); (5) the point(s) of entry; (6) the geographic market(s) served; (7) whether sales are being made on an interruptible or firm basis; and, if applicable, (8) the per unit (MMBtu) demand/commodity/reservation charge breakdown of the contract price.

D. The first quarterly report required by Ordering

Paragraph C of this Order is due not later than January 30, 1996,

and should cover the period from the date of this Order until the

end of the fourth calendar quarter, December 31, 1995.

Issued in Washington, D.C., on October 2, 1995.

Anthony J. Como Director Office of Coal & Electricity Office of Fuels Programs Office of Fossil Energy